

**Tronox Mine Sites R6/R9
Highways 509 and 605
Cibola and McKinley Counties, New Mexico
Daily Report**

REDACTED VERSION

Date: October 13, 2015

Team:

Jeff Criner
Yellow Jacket Drilling

Health and Safety:

1. Weston and Yellow Jacket Drilling safety topics this morning focused on pinch points and situational awareness while working on the drilling platform.

Activities Completed:

1. Yellow Jacket drilling continued drilling NKD-06 to a depth of 328 ft. of Mancos Shale until operations were suspended for the day. Drilling was delayed due to a broken bolt following a change of jaw teeth. The bolt was drilled out and threads were tapped back into the jaw block. Operations will resume tomorrow morning.

Planned Activities for October 14, 2015:

1. Continue to advance NKD-06.

Schedule:

1. Current mobilization runs through October 15, 2015.
2. Next Sonic rig tour is from October 19, 2015 to October 29, 2015.
3. The 50K rig for the SAG well is now scheduled for arrival in the Grants area on November 9, 2015 with work commencing November 10, 2015. The first rotation will be 15 straight days ending November 24, 2105.

Open Items:

1. (b) (6) requested that we sample three additional wells on her property. Need to determine well location and current use.
2. Determine path forward on NKD-03. Do we drill further or grout?
3. Determine which alluvial samples to submit for SPLP.
4. Core samples to be placed in pit as part of site restoration activities.
5. Site restoration at location NKD-04 is planned for October 15, 2015.
6. Need to develop NKD-05 next rotation to remove excess mud from the surrounding formation.